



Promoting Accountability of Public Resources

AUDITOR GENERAL'S REPORT

On The Financial Statement Audit of the World Bank Support to PFMU Ministry of Finance and Development Planning

For the Period February 1 to December 31, 2020

May 2021

**Yusador S. Gaye, CPA, CGMA
Acting Auditor General, R. L.**



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AUDITOR GENERAL'S REPORT ON THE FINANCIAL STATEMENT AUDIT OF THE WORLD BANK SUPPORT TO PFMU, MINISTRY OF FINANCE AND DEVELOPMENT PLANNING FOR THE PERIOD FEBRUARY 1 TO DECEMBER 31, 2020

Opinion

We have audited the accompanying financial statements of the World Bank Support to PFMU for the fiscal period ended December 31, 2020, which comprise the Statement of Receipts and Payments, Statement of Comparison of Budget and Actual Amounts and a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the Statement of Receipts and Payments as at December 31, 2020, Statement of Comparison of Budget and Actual Amounts and a summary of other accounting policies and other explanatory notes for the period then ended in accordance with Cash Basis International Public Sector Accounting Standards.

Basis for Opinion

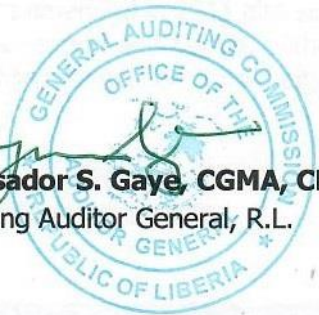

We conducted our audit in accordance with International Standards of Supreme Audit Institutions (ISSAIs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of Ministry of Finance and Development Planning in accordance with the Code of Ethics for Supreme Audit Institutions together with the ethical requirements that are relevant to our audit of the financial statements and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibility

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IPSAS Cash Basis, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is responsible for assessing its ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to cease operations, or has no realistic alternative but to do so. The MFDP Management is responsible for overseeing the financial reporting process of the World Bank Support to PFMU.

Auditor's Responsibility

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.



Yusador S. Gaye, CGMA, CPA
Acting Auditor General, R.L.

Monrovia, Liberia
May 2021

**STATEMENT OF RECEIPTS AND PAYMENTS
 FOR THE PERIOD ENDED JUNE 30, 2020**

<i>In United States Dollars</i>	Note	February 1, 2020- December 2020	Cumulative
<i>In United States dollars</i>			
Receipt			
Commission Received	4	177,335	177,335
Total Receipt		<u>177,335</u>	<u>177,335</u>
Payment			
Wages and Salaries	5	176,204	176,204
Others	6	356	356
Total Payments		<u>176,560</u>	<u>176,560</u>
Excess of receipts over payments (payments over receipts)		775	775
Fund Balance as at beginning		-	-
Cumulative fund balance		<u><u>775</u></u>	<u><u>775</u></u>

The notes on pages 8 to 11 are integral part of these project financial report.

**STATEMENT OF FUND BALANCE AND CASH STATUS
 FOR THE PERIOD ENDED DECEMBER 31, 2020**

<i>In United States Dollars</i>	Note	February 1, 2020- December 2020
A. FUND BALANCE		
Balance of Project Fund		-
Add: Total Receipts during the period		177,335
Total fund available for operations		177,335
Less: Total payments during the period		176,560
Balance of project funds at the end of the year		775
B. CASH STATUS:		
Cash at bank		<u>775</u>
Total cash on hand and in bank		<u>775</u>
Difference between A and B		-

The notes on pages 8 to 11 are integral part of these project financial report.

**STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS
 FOR THE FISCAL PERIOD ENDED DECEMBER 31, 2020**

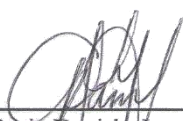
In United States Dollars

Activities within components	Project Allocation	Annual	Actual Expectation	Variance
Wages and Salaries	883,825	176,204	176,204	-
Others	1,080	356	356	-
Grand Total	884,905	176,560	176,560	-

The notes on pages 8 to 11 are integral part of these project financial reports.

**STATEMENT OF FINANCIAL POSITION
 AS AT DECEMBER 31, 2020**

In United States Dollars	Notes	February 1, 2020-December 31, 2020
Assets		
Cash & Cash Equivalent		775
Total Assets		<u>775</u>
Fund Balance		
Grants		775
Accumulated Fund Balance		<u>775</u>



 Papin Daniels, Jr.
 Director, Donor Financed Projects
 PFMU, MFD
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The notes on pages 8 to 11 are integral part of these project financial reports.

NOTES TO THE FINANCIAL STATEMENTS

1. Background and Information of the Project

With support from the World Bank, projects managed by the PFMU will contribute to on a pro-rata basis to take care of some key staff cost, audit of the account and other operational activities. The World bank approved this request on February 11, 2020.

2. Significant Accounting Policies

Basis of accounting

The financial statements have been prepared in accordance with the Cash Basis International Public Sector Accounting Standards (IPSAS) and in the manner required by the Agreement as required by the World Bank's Operating Policies and Procedures and PFMU's Financial Management manual. This implies that all expenditures are expensed whether they are revenue or capital in nature and income is recognized when funds are received from the Projects Designated Account.

Reporting currency

Financial reports have been presented in United States Dollars. Transactions denominated in other currencies are translated into United States Dollars and recorded at the rate of exchange ruling at the date of transactions. Balances denominated in other currencies are translated into United States Dollars at the rate of exchange prevailing on the reporting date.

NOTES TO THE FINANCIAL STATEMENTS (continued)

In United States Dollars

	February 1, 2020 to December 31, 2020	Cumulative
4. Commission Received		
Commission Received	177,335	177,335
	<u>177,335</u>	<u>177,335</u>
 5. Wages and Salaries		
Aloysius Kortu	13,500	13,500
Verleewo Siakor	15,003	15,003
Gbolu Patience Goldore	10,000	10,000
Amos Wendell Fahn	9,202	9,202
James Beyan	24,750	24,750
Papin Daniels, Jr.	30,000	30,000
Subozu Kollie	35,750	35,750
Elijah Sebleh	22,000	22,000
Leroy Nyan Fendor	16,000	16,000
	<u>176,204</u>	<u>176,204</u>
 6. Others		
Bank Charges	356	356
 7. Cash receipts through commission		
Commission Received	177,335	177,335
 8. Cash paid		
Wages and Salaries	176,204	176,204
Others	356	356
Total Payments	<u>740,092</u>	<u>1,820,189</u>

NOTES TO THE FINANCIAL STATEMENTS (*Continue*)

In United States Dollars

10. Analysis of Variances

Activities within components	Project Allocation	Annual	Actual Expenditure	Variance	% of Variance
Aloysius Kortu	81,000	13,500	13,500	-	0.00
Verleewo Siakor	54,000	15,000	15,003	3	0.00
Gbolu Patience Goldore	72,000	10,000	10,000	-	0.00
Amos Wendell Fahn	82,825	9,203	9,202	1	0.00
James Beyan	81,000	24,750	24,750	-	0.00
Papin Daniels, Jr	180,000	30,000	30000	-	0.00
Subozu Kollie	117,000	35,750	35,750	-	0.00
Elijah Sebleh	72,000	22,000	22,000	-	0.00
Leroy Nyan Fendor	144,000	16,000	16,000	-	0.00
	<u>883,825</u>	<u>176,203</u>	<u>176,204</u>	<u>2</u>	<u>0.00</u>

NOTES TO THE FINANCIAL STATEMENTS (Continue)

12. PROJECT DESIGNATED ACCOUNT STATEMENT

Account Number: 6101713462

Account Type: Current Account

Depository Bank: Ecobank

Address: 11 Street Sinkor
Monrovia, Liberia

Currency: United States Dollars

In United States Dollars
February 1, 2020-December 31, 2020

Total Commission Received	177,335
Total grant income reported	177,335
Amount spent	176,560
Balance as at beginning	-
Balance as at December 31, 2020	775
Closing Balance Consist of:	
Support Account - Ecobank	<u>775</u>
	<u>775</u>